

Message Text

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ORIGIN TRSE-00

INFO OCT-01 NEA-10 ISO-00 SSO-00 FEA-01 INRE-00 NSCE-00
USIE-00 ERDA-05 AID-05 CEA-01 CIAE-00 COME-00
DODE-00 EB-08 FPC-01 H-01 INR-07 INT-05 L-03
NSAE-00 OMB-01 PM-05 OES-07 SP-02 SS-15 STR-05
ACDA-12 /095 R

DRAFTED BY TREAS; KHARBINSON
APPROVED BY NEA/ARP:JCOUNTRYMAN
ENERGY:WROBERTSON
TREAS:BPOUNDS
NEA/ARP:FGERLACH

-----004828 260328Z /75

O 260029Z OCT 77
FM SECSTATE WASHDC
TO AMEMBASSY JIDDA IMMEDIATE
INFO AMEMBASSY KUWAIT IMMEDIATE
USLO RIYADH

C O N F I D E N T I A L STATE 255567

KUWAIT FOR BOWDEN IN SECRETARY'S PARTY

E.O. 11652: GDS

TAGS: ENRG, SA

SUBJECT: SOLARIS PROJECT AGREEMENT

REF: USREP 1445

1. IN DISCUSSIONS WITH AMBASSADOR WEST, HE RAISED THE
QUESTION AS TO WHETHER SANCST SHOULD BE A PARTY TO THE
SOLERAS PROJECT AGREEMENT AND BEYOND THIS WHETHER A ROLE
FOR SANCST SHOULD BE SET FORTH IN THE AGREEMENT. SPECIFI-
CALLY THE AMBASSADOR IS CONCERNED THAT, WITH THE ROLE OF
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SANCST THE POSSIBLE SUBJECT OF CONTROVERSY WITHIN SAG, ITS
INCLUSION IN THE PROJECT AGREEMENT MAY JEOPARDIZE IMPLI-
MENTATION OF THE PROJECT. UNDER THESE CIRCUMSTANCES THE
AMBASSADOR IS RELUCTANT TO SIGN THE AGREEMENT ON BEHALF OF
DOE AND APPEAR TO PRESSURE SAG ON SUBJECT OF SANCST. WE
UNDERSTAND FROM USREP THAT SANCST NOW WILL NOT BE A SIGNA-
TORY TO PROJECT AGREEMENT. HOWEVER THERE IS STILL A

REFERENCE TO SANCST IN THE AD REFERENDUM DRAFT CONTAINED IN
REFTEL.

2. STATE, TREASURY, AND DOE ARE FLEXIBLE AND ANXIOUS TO
ASSURE SIGNATURE OF THIS AGREEMENT. WOULD BE WILLING TO

HAVE (1) SANCST DELETED FROM JUST THE SIGNATURE LINE IF
THERE IS EMBASSY ASSURANCE THAT DELAYS IN ESTABLISHING
SANCST ARE PURELY PROCEDURAL RATHER THAN REFLECTING SUB-
STANTIVE PROBLEMS WITH SANCST THAT COULD NEGATIVELY
IMPACT ON PROJECT, OR (2) REFERENCES TO SANCST DELETED
FROM THE TEXT WITH THE ASSUMPTION THAT MFNE WOULD IMPL-
MENT THE PROJECT ITSELF OR UNILATERALLY DESIGNATE A SAG
ACTION AGENCY AT A LATER DATE, OR (3) INCLUDE A GENERAL
REFERENCE PERHAPS AS A REVISED ARTICLE I, PARA 3 THAT SAG
WOULD SUBSEQUENTLY DESIGNATE AN IMPLEMENTING AGENCY.

3. APPRECIATE EMBASSY PRIORITY RECOMMENDATIONS IN COORDI-
NATION WITH USREP ON THE FOREGOING OR OTHER ALTERNATIVE
FORMULATIONS. WE CONTINUE TO ASSUME THAT SAG WANTS SOLERAS
AGREEMENT SIGNED DURING THE SECRETARY'S VISIT. DISCUSSIONS
HERE WITH PRINCE SAUD INDICATE THAT SIGNING STILL ON TRACK
WITH SAG ALTHOUGH SANCST NOT DISCUSSED. VANCE

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ORIGIN NEA-04

INFO OCT-01 ISO-00 /005 R

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DRAFTED BY NEA/ARP:FHGERLACH

APPROVED BY NEA/ARP:JRCOUNTRYMAN

-----058981 271753Z /46

O 271717Z OCT 77 ZFF4

FM SECSTATE WASHDC

TO AMCONSUL DHAHRAN NIACT IMMEDIATE

C O N F I D E N T I A L STATE 255567

FOLLOWING REPEAT STATE 255567 ACTION JIDDA INFO KUWAIT RIYADH OCT 26.

QUOTE C O N F I D E N T I A L STATE 255567

KUWAIT FOR BOWDEN IN SECRETARY'S PARTY

E.O. 11652: GDS

TAGS: ENRG, SA

SUBJECT: SOLARIS PROJECT AGREEMENT

REF: USREP 1445

1. IN DISCUSSIONS WITH AMBASSADOR WEST, HE RAISED THE QUESTION AS TO WHETHER SANCST SHOULD BE A PARTY TO THE SOLERAS PROJECT AGREEMENT AND BEYOND THIS WHETHER A ROLE FOR SANCST SHOULD BE SET FORTH IN THE AGREEMENT. SPECIFICALLY THE AMBASSADOR IS CONCERNED THAT, WITH THE ROLE OF SANCST THE POSSIBLE SUBJECT OF CONTROVERSY WITHIN SAG, ITS INCLUSION IN THE PROJECT AGREEMENT MAY JEOPARDIZE IMPLEMENTATION OF THE PROJECT. UNDER THESE CIRCUMSTANCES THE AMBASSADOR IS RELUCTANT TO SIGN THE AGREEMENT ON BEHALF OF
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DOE AND APPEAR TO PRESSURE SAG ON SUBJECT OF SANCST. WE UNDERSTAND FROM USREP THAT SANCST NOW WILL NOT BE A SIGNATORY TO PROJECT AGREEMENT. HOWEVER THERE IS STILL A REFERENCE TO SANCST IN THE AD REFERENDUM DRAFT CONTAINED IN REFTEL.

2. STATE, TREASURY, AND DOE ARE FLEXIBLE AND ANXIOUS TO ASSURE SIGNATURE OF THIS AGREEMENT. WOULD BE WILLING TO

HAVE (1) SANCST DELETED FROM JUST THE SIGNATURE LINE IF THERE IS EMBASSY ASSURANCE THAT DELAYS IN ESTABLISHING SANCST ARE PURELY PROCEDURAL RATHER THAN REFLECTING SUBSTANTIVE PROBLEMS WITH SANCST THAT COULD NEGATIVELY IMPACT ON PROJECT, OR (2) REFERENCES TO SANCST DELETED FROM THE TEXT WITH THE ASSUMPTION THAT MFNE WOULD IMPLEMENT THE PROJECT ITSELF OR UNILATERALLY DESIGNATE A SAG ACTION AGENCY AT A LATER DATE, OR (3) INCLUDE A GENERAL REFERENCE PERHAPS AS A REVISED ARTICLE I, PARA 3 THAT SAG WOULD SUBSEQUENTLY DESIGNATE AN IMPLEMENTING AGENCY.

3. APPRECIATE EMBASSY PRIORITY RECOMMENDATIONS IN COORDINATION WITH USREP ON THE FOREGOING OR OTHER ALTERNATIVE FORMULATIONS. WE CONTINUE TO ASSUME THAT SAG WANTS SOLERAS AGREEMENT SIGNED DURING THE SECRETARY'S VISIT. DISCUSSIONS HERE WITH PRINCE SAUD INDICATE THAT SIGNING STILL ON TRACK WITH SAG ALTHOUGH SANCST NOT DISCUSSED\$. VANCE UNQUOTE VANCE

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: AGREEMENTS, ENERGY, PROGRAMS (PROJECTS)
Control Number: n/a
Copy: SINGLE
Sent Date: 26-Oct-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977STATE255567
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Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Expiration:
Film Number: D770392-0793
Format: TEL
From: STATE
Handling Restrictions: n/a
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Legacy Key: link1977/newtext/t19771020/aaaaaquz.tel
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Litigation History:
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Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
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Previous Classification: CONFIDENTIAL
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Retention: 0
Review Action: RELEASED, APPROVED
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Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 788051
Secure: OPEN
Status: NATIVE
Subject: SOLARIS PROJECT AGREEMENT
TAGS: ENRG, SA
To: JIDDA
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/b3802227-c288-dd11-92da-001cc4696bcc
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Margaret P. Grafeld
Declassified/Released
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22 May 2009
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